

# VICENTI, LLOYD & STUTZMAN, LLP

Review Report

## QUALITY CONTROL REVIEW

For the Firm's Audits of  
**Livermore Valley Joint Unified School District**  
*for the Fiscal Years Ended June 30, 2000, 2001, and 2002*



**STEVE WESTLY**  
California State Controller

November 2003



**STEVE WESTLY**  
**California State Controller**

November 26, 2003

Linda M. Saddlemire, Partner  
Vicenti, Lloyd & Stutzman, LLP  
2210 East Route 66  
Glendora, CA 91740

Dear Ms. Saddlemire:

The State Controller's Office has completed a quality control review of Vicenti, Lloyd & Stutzman, LLP. We reviewed the audit working papers for the firm's audits of Livermore Valley Joint Unified School District for the fiscal years ended June 30, 2000, 2001, and 2002.

By mutual agreement at the telephone exit conference on September 30, 2003, we will not issue a draft report.

If you have any questions, please contact Casandra Moore-Hudnall, Chief, Financial Audits Bureau, at (916) 322-4846.

Sincerely,

A handwritten signature in cursive script, reading "Walter Barnes".

WALTER BARNES  
Chief Deputy Controller, Finance

WB:jj/ams

cc: Board of Education  
Livermore Valley Joint Unified School District  
Sheila Jordan, Superintendent  
Alameda County Office of Education  
Arlene Matsuura, Educational Consultant  
School Fiscal Services Division  
California Department of Education  
Charles A. Pillsbury  
Department of Finance

# Contents

## Review Report

Summary .....	1
Background .....	1
Objectives, Scope, and Methodology .....	2
Conclusion .....	2
Views of Responsible Official .....	2
Restricted Use .....	2

# Review Report

## Summary

The State Controller's Office (SCO) has completed a quality control review of the audit working papers for the audits performed by Vicenti, Lloyd & Stutzman, LLP, of the Livermore Valley Joint Unified School District for the fiscal years ended June 30, 2000, 2001, and 2002. The last day of fieldwork was September 30, 2003.

The audits referred to above were performed in accordance with the standards and requirements set forth in *Government Auditing Standards*, issued by the Comptroller General of the United States, often referred to as generally accepted governmental auditing standards (GAGAS); generally accepted auditing standards (GAAS); Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*; and the *Standards and Procedures for Audits of California K-12 Local Educational Agencies* (K-12 Audit Guide), published by the SCO.

## Background

Any governmental unit subject to a single audit must have the audit performed in accordance with the standards referred to in this report. According to OMB Circular A-133, the auditor's work is subject to a quality control review at the discretion of an agency granted cognizant or oversight status by the federal funding agency. In addition, *Education Code* Section 14504.2 authorizes the SCO to perform quality control reviews of working papers for audits of K-12 local educational agencies (LEAs) to determine whether audits are performed in accordance with U.S. General Accounting Office standards for financial and compliance audits.

*Education Code* Section 14504.2 requires the SCO to conduct a quality control review of the independent auditor who performed the audit of a local education agency that has received a negative certification on any budget or interim financial report during the current or preceding fiscal year. Livermore Valley Joint Unified School District received a negative certification on its first interim budget report for fiscal year (FY) 2002-03. Vicenti, Lloyd & Stutzman performed the audit for FY 1999-2000, FY 2000-01, and FY 2001-02.

Vicenti, Lloyd & Stutzman, LLP, is an independent certified public accounting firm with an office located in Glendora, California. The firm has been the independent auditor for Livermore Valley Joint Unified School District since FY 1999-2000.

During the FY 2001-02, the Livermore Valley Joint Unified School District operated six elementary, three middle, two continuation, one adult education, one alternative education, and two high schools with a total average daily attendance (ADA) of 13,840 for the purpose of state funding. The district reported 13,531 ADA for FY 1999-2000 and 13,849 ADA for FY 2000-01.

**Objectives,  
Scope, and  
Methodology**

The general objectives of the quality control review were to determine whether these audits were conducted in compliance with:

- GAGAS
- GAAS
- K-12 Audit Guide
- OMB Circular A-133

The quality control review was conducted at the office of Vicenti, Lloyd & Stutzman, LLP. The SCO reviewers compared the audit work performed by the firm, as documented in the working papers, with the standards stated in the general objectives.

**Conclusion**

The audits referred to above were performed in accordance with the standards and requirements set forth in GAGAS, GAAS, OMB Circular A-133, and the K-12 Audit Guide.

This report is applicable solely to the audit working papers referred to above and is not intended to pertain to any other work of Vicenti, Lloyd & Stutzman, LLP.

**Views of  
Responsible  
Officials**

The review results were discussed with Linda Saddlemire, a firm partner, on September 30, 2003. Ms. Saddlemire agreed with the review results presented in this report. She further agreed that a draft report was not necessary and that the report could be issued as final.

**Restricted Use**

This report is intended solely for the information and use of the specified parties; it is not intended to be and should not be used for any other purpose. This restriction is not meant to limit distribution of the report, which is a matter of public record.



JEFFREY V. BROWNFIELD, CPA  
Chief, Division of Audits

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